Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 001092

67

ORIGIN EB-11

INFO OCT-01 EUR-25 ISO-00 CAB-09 CIAE-00 COME-00 DODE-00

INR-10 NSAE-00 RSC-01 FAA-00 SS-20 NSC-10 L-03 H-03

PA-04 PRS-01 USIA-15 /113 R

DRAFTED BY EB/AN:PJGLASOE:DAP APPROVED BY EB/AN:MHSTYLES CAB - MR. BURCH (SUBS) EUR/EE -

----- 014334

R 032234Z JAN 74
FM SECSTATE WASHDC
TO AMEMBASSY BUCHAREST
INFO AMEMBASSY BELGRADE

LIMITED OFFICIAL USE STATE 001092

E.O. 11652:N/A TAGS: ETRN, RO

SUBJECT: CIVAIR - PAN AM SUSPENSION OF SERVICE

REF: BUCHAREST 4706 AND PREVIOUS

- 1. PAN AMERICAN REQUEST FOR PERMISSION TO SUSPEND SERVICE TO BUCHAREST WAS SUBMITTED TO CIVIL AERONAUTICS BOARD (CAB) SOME TIME AGO AS PART OF BROADER SERVICE REDUCTION PACKAGE (WHICH INCLUDED SUSPENSION OF SERVICE TO BELGRADE AND SEVERAL OTHER POINTS IN EUROPE AND LATIN AMERICA). RATIONALE FOR REQUEST WAS, OF COURSE, FUEL SHORTAGE, WHICH IS NECESSITATING SIGNIFICANT CUTS IN OVERALL TRANSATLANTIC CAPACITY. LARGE MARKETS (E.G. NEW YORK-LONDON) OBVIOUSLY EXPERIENCE ONLY A CAPACITY REDUCTION (OR SLOWDOWN IN PLANNED GROWTH), WHILE SOME MARGINAL SERVICES ARE BEING AFFECTED MUCH MORE DRASTICALLY.
- 2. CAB HAS NOT YET TAKEN FORMAL ACTION ON PAN AM REQUEST, BUT SUCH ACTION COULD COME AT ANY MOMENT AND, IN ANY EVENT, LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 001092

WILL PRESUMABLY COME BEFORE JANUARY 7, THE DATE ON WHICH

MOST OF THE SUSPENSIONS ARE "SCHEDULED" TO TAKE PLACE.
FYI: WE UNDERSTAND CAB LIKELY TO APPROVE PAN AM'S APPLICATION IN TOTO AT LEAST AS IT RELATES TO FOREIGN POINTS. END
FYI

3. WE HAVE RELAYED TO PAN AM THE VARIOUS CONCERNS EXPRESSED TO EMBASSY BUCHAREST BY GOR OFFICIALS, AS WELL AS POINTS

EMBASSY ITSELF HAS PUT FORWARD. PAN AM HAS NOT SO FAR RESPONDED, BUT WE WILL FORWARD ITS COMMENTS WHEN RECEIVED. IN INTERIM, WE CAN ONLY ASSUME THAT DECISION TO SUSPEND SERVICE TO BUCHAREST (AND BELGRADE), AS WELL AS TO CLOSE THE OFFICE, WAS BASED ON SOUND ECONOMIC CALCULATIONS BY THE AIRLINE. FUEL SHORTAGE WAS CATALYST FOR STARTING CALCULATIONS, BUT THE AIRLINE'S PRECARIOUS FINANCIAL CONDITION HAS ALSO BEEN A RELEVANT FACTOR. (SINCE IT IS NOT SUBSIDIZED BY THE USG, POLITICAL CONSIDERATIONS DO NOT NORMALLY PLAY A ROLE IN PAN AM'S PLANNING). REQUEST FOR SUSPENSION OF SERVICES IS FOR A PERIOD OF ONE YEAR, BUT IT NOT POSSIBLE TO STATE WHETHER THIS INTERRUPTION MIGHT BE LONGER (OR SHORTER). FYI: IT LIKELY THAT CAB WILL INITIALLY GRANT APPROVAL FOR ONLY SIX-MONTH SUSPENSION, AS IT HAS IN OTHER AIRLINES' CASES. END FYI. RUSH

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: CIVIL AVIATION, AIR SCHEDULES, AIR ROUTES

Control Number: n/a Copy: SINGLE Draft Date: 03 JAN 1974 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: RELEASED Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: morefirh
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974STATE001092

Document Number: 1974STATE001092
Document Source: CORE
Document Unique ID: 00 Drafter: PJGLASOE:DAP Enclosure: n/a Executive Order: N/A Errors: N/A Film Number: n/a From: STATE

Handling Restrictions: n/a

Image Path:

Legacy Key: link1974/newtext/t19740163/aaaachxa.tel

Line Count: 84 Locator: TEXT ON-LINE

Office: ORIGIN EB

Original Classification: LIMITED OFFICIAL USE

Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 2

Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE Previous Handling Restrictions: n/a
Reference: BUCHAREST 4706 AND PREVIOUS
Review Action: RELEASED, APPROVED
Review Authority: morefirh

Review Comment: n/a Review Content Flags: Review Date: 30 MAY 2002

Review Event:

Review Exemptions: n/a
Review History: RELEASED <30 MAY 2002 by shawdg>; APPROVED <30 MAY 2002 by morefirh>

Review Markings:

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Review Media Identifier: Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: CIVAIR - PAN AM SUSPENSION OF SERVICE TAGS: ETRN, RO, PANAM

To: BUCHAREST

Type: TE

Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005